

## Military Traffic Management Command

# Fiscal Year 2004

Charter Cargo Program
Stabilized Container Billing Rates

**Definitions** 

## Charter Cargo Program (Containerized Cargo)

#### **Definitions**

The Charter Cargo Program Stabilized Container Billing Rates establish the amount the Defense Transportation System (DTS) shippers will be billed for the movement of containerized cargo on a chartered vessel when they are not the primary charter sponsor of the vessel. The primary charter of the vessel sponsor will be billed on a cost plus basis for the total cost of the vessel movement plus any associated fees. Monies collected through the application of these billing rates to non-primary sponsor cargo will be credited to the account of the charter sponsor.

Application of these billing rates is restricted to containerized cargo processed by the Military Traffic Management Command (MTMC) that moves on charter ocean service. These billing rates only cover the cost of the port-to-port movement of the cargo. If stevedoring and/or documentation services associated with moving the cargo are provided by MTMC, they will be billed separately at the applicable MTMC Port Operations billing rates. Land transportation costs associated with moving the cargo from its inland point of origin to the Port of Embarkation (POE) and from the Port of Debarkation (POD) to its final inland destination are the responsibility of the shipper and will be billed separately if arranged for by MTMC.

The billing rates are defined in terms of Measurement Tons (MTONs) and their application is based upon the commodity being moved. One MTON is equivalent to 40 cubic feet. A discussion of the various Cargo Commodity (CC) Codes and an explanation of the procedures used for their application is presented below.

Determination of the applicable Stabilized Container Billing Rate is based upon Traffic Area Code pair (defined below) associated with the seaports of embarkation and debarkation used for the cargo movement. The original inland point of origin and the final inland destination of the container are not normally considered in determining the applicable billing rate. The billing rates are symmetrical and are the same irrespective of the direction of the actual cargo movement (i.e., the billing rate for CONUS East Coast (01) to Northern Europe (17) is same as the billing rate for Northern Europe (17) to the CONUS East Coast (01)).

Charges associated with **container detention** are not covered by these billing rates and they will be billed separately to the consignor or the consignee depending upon a determination relative to who caused the detention charges to be incurred.

In rare cases, supplemental charges maybe applied to the published stabilized billing rates to recover extraordinary costs that were not built into the rate basis when the billing rates were originally developed.

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#### Cargo Commodity (CC) Code Definitions

<u>CC</u>	<u>Nomenclature</u>	Description
C1	Reefer	Containerized perishable cargo that must be kept under constant refrigeration to prevent spoilage (includes both chill and freeze cargo). DTS customer billing is based on the internal MTON capacity of the container used to move the cargo.
C2	Vehicles	Containerized vehicular cargo (includes flat racks used for moving vehicles). Applies to both government owned and privately owned vehicles. DTS customer billing is based on the overall MTON volume of the vehicle moved.
C3	General	Containerized cargo that does not fall under the definition for Reefer or Vehicular. Includes containerized hazardous cargo. DTS customer billing is based on the internal MTON capacity of the container used to move the cargo.

The average DTS customer cost for moving a container can be estimated by applying the MTON figures presented below to the applicable billing rate defined for the commodity and the Traffic Area (TA) pair. Please note this is only an estimate. The actual cost that will be billed to the DTS customer is based upon the internal volume of the container used for CC C1 and/or CC C3 container movement and the actual volume of the vehicle being moved for a CC C2 movement.

In cases where multiple shippers move cargo in the same container, DTS customer billing will be based upon a prorata share of container capacity for CC C1 and CC C3 cargo movements. For example, if a DTS customer's cargo represents 30% of the cargo moving in the container, they will be billed for 30% of the internal capacity of the container at the applicable billing rate.

The average billable volume of a 20 foot container is:

Reefer	20.0 MTONs
Vehicles	<b>10.7 MTONs</b>
General	<b>29.0 MTONs</b>

The average billable volume of a 40 foot container is:

Reefer	50.0 MTONs
Vehicles	<b>21.4 MTONs</b>
General	59.0 MTONs

## Charter Cargo Program (Containerized Cargo)

#### Traffic Area (TA) Code Definitions

TA	Definition	Geographic Description
01	CONUS (East Coast)	Atlantic Ocean ports in the states of Maine, New Hampshire, Massachusetts, Rhode Island, Connecticut, New York, New Jersey, Pennsylvania, Delaware, Maryland, District of Columbia, Virginia, North Carolina, South Carolina, Georgia, and the East Coast of Florida (including Key West).
02	CONUS (Gulf Coast)	Gulf of Mexico ports on the West Coast of Florida and in the states of Alabama, Mississippi, Louisiana, and Texas.
03	CONUS (California Coast)	Pacific Ocean ports in the state of California.
04	CONUS (Northwest Coast)	Pacific Ocean ports in the states of Oregon and Washington. Pacific Ocean Ports in Canada that lie south of 50 degrees North Latitude.
05	Canada (Newfoundland)	Atlantic Ocean ports in Canada that lie south of 52 degrees North Latitude and east of 67 degrees West Longitude.
06	Canada (Labrador)	Atlantic Ocean ports in Canada that lie north of 52 degrees North Latitude, south of 61 degrees North Latitude and east of 67 degrees West Longitude. Includes ports of Greenland (including Narsarssuak) that lie south of 61 degrees North Latitude.
07	Canada (Pine Tree)	Arctic Ocean ports in Canada and Greenland that lie north of 61 degrees North Latitude and south of 75 degrees North Latitude.
08	Greenland (Thule)	Arctic Ocean ports in Canada and Greenland lie north of 75 degrees North Latitude.
09	Iceland	Atlantic Ocean and Arctic Ocean ports in Iceland.
10	West Mexico and Central America	Pacific Ocean ports in Mexico, Guatemala, Honduras, Nicaragua, and El Salvador.
11	Panama (Caribbean Coast)	Caribbean Sea ports in Panama.

12	Bermuda Islands	Atlantic Ocean ports in Bermuda.
13	Lesser Antilles Islands	Atlantic Ocean and Caribbean Sea ports in the Virgin Islands, Leeward Islands, Windward Islands, and Trinidad and Tobago. Also includes the Caribbean Sea and Atlantic Ocean ports of Venezuela, Guyana, Suriname, and French Guiana.
14	Puerto Rico	Caribbean Sea ports in Puerto Rico.
15	Caribbean (Other)	Caribbean Sea ports on the East Coast of Mexico, Guatemala, Honduras, and Nicaragua. Caribbean Sea ports in Cuba (excluding Guantanamo, Santiago, Puerto Manati, and Neuvita), Haiti, Jamaica, Bahamas, Turks and Caicos Islands, and the Dominican Republic. Also includes ocean ports on the Caribbean Coast of Columbia.
16	Cuba (Guantanamo Bay)	Cuban ports of Guantanamo, Santiago, Puerto Manati and Neuvita.
17	Northern Europe	Atlantic Ocean and Baltic Sea ports of Continental Europe North of the Spain - Portugal border (excludes Norway, Sweden, Denmark, and Finland).
18	British Isles	Atlantic Ocean, English Channel, and North Sea ports of England, Scotland, Wales, Ireland, and Northern Ireland. Includes Channel Islands, Orkney Islands, Shetland Islands, Isle of Mann, and Outer Hebrides.
19	Mediterranean (West)	Atlantic Ocean ports of Portugal, Spain (south of Portugal), Morocco, and the Canary Islands. Mediterranean Sea ports of Spain, France, Morocco, Algeria, Tunisia, Balearic Islands, Corsica, Sardinia, Malta, Sicily and the West Coast of Italy.
20	Mediterranean (East)	Mediterranean Sea ports of Slovenia, Croatia, Bosnia and Herzegovina, Montenegro, Albania, East Coast of Italy, Greece, Cyprus, Turkey (including Istanbul), Syria, Lebanon, Israel, Egypt, and Libya.
21	West Africa	Atlantic Ocean ports on the West Coast of Africa from the border of Moroco - Western Sahara (formerly Spanish Sahara) to the southern border of Angola. Includes the Cape Verde Islands, Ascension Island, and Saint Helena.

22	South and East Africa	Atlantic Ocean ports on the West Coast of Africa from the southern border of Angola to the Cape of Good Hope, South Africa. Indian Ocean ports on the East Coast of Africa from the Cape of Good Hope to Cape Guardafui, Somalia. Includes Madagascar.
23	Arabian Gulf	Red Sea and Gulf of Aden ports of Egypt, Sudan, Eritrea, Djibouti, Ethiopia, Somalia, Yemen, Saudi Arabia, Jordan, and Israel. Arabian Sea ports of Yemen and Oman. Gulf of Oman ports of Oman, United Arab Emirates, and Iran. Persian Gulf Ports of Oman, United Arab Emirates, Qatar, Bahrain, Saudi Arabia, Kuwait, Iraq, and Iran.
24	India and Burma	Indian Ocean ports from the Pakistan - Iran border to Myanmar (formerly Burma) between 51 degrees East Longitude, 95 degrees East Longitude, and south to the Equator.
25	Alaska (East)	Pacific Ocean ports of Canada north of 50 degrees North Latitude. Pacific Ocean ports of Alaska East of 152 degrees West Longitude (includes Anchorage and Whittier).
26	Alaska (West)	Pacific Ocean and Arctic Ocean ports of Alaska from 152 degrees West Longitude to Cape Prince of Wales. Includes the North Slope of Alaska, Kodiak Island, and all islands west of 152 West Longitude except the Aleutian Islands.
27	Hawaiian Islands	Pacific Ocean ports of the Hawaiian Islands (does not include Johnston Island or Midway Island).
28	Marshall Islands	Pacific Ocean ports of the Marshall Islands.
29	Mariana Islands	Pacific Ocean ports of the Mariana Islands.
30	Taiwan	Pacific Ocean and South China Sea ports of Taiwan and the Peoples Republic of China.
31	Bonin Islands	Pacific Ocean ports of the Bonin Islands.
32	Philippines	Philippine Sea and South China Sea ports of the Philippine Islands.
33	Thailand	South China Sea ports of Thailand.

34	New Guinea and Australia	Pacific Ocean port of Australia, New Guinea, Tasmania, New Zealand and Melanesia (comprising the Admiralty Islands, New Ireland, New Britain, Solomons, New Hebrides, and New Caledonia).
35	Great Lakes Area	Canadian and United States ports on Lake Superior, Lake Michigan, Lake Huron, Lake Erie, Lake Ontario, Lake Saint Clair, and the Saint Lawrence River from Cape Vincent, New York to 67 degrees West Longitude.
36	Reserved for Future Use	
37	Alaska (Aleutian Islands)	Pacific Ocean ports in the Aleutian Island chain north of 50 degrees North Latitude, west of 170 degrees West Longitude to the North East Asia boundary south of 55 degrees North Latitude.
38	North Central Pacific Islands	Pacific Ocean ports of Midway Island, Marcus Island, Wake Island and Johnston Island.
39	South Pacific Islands	Pacific Ocean ports of the South Pacific Islands from 180 degrees West Longitude to 120 degrees West Longitude and north to 15 degrees North Latitude.
40	South West Pacific Islands	Pacific Ocean ports of the Palau and Yap Islands from 132 degrees East Longitude, 130 degrees North Latitude to 162 degrees East Longitude and south to the Equator.
41	Reserved for Future Use	
42	Scandinavia	Atlantic Ocean, Arctic Ocean, North Sea, and Baltic Sea ports of Denmark, Sweden, Norway, and Finland.
43	Black Sea	Black Sea ports of Turkey, Bulgaria, Romania, Ukraine, Russia, and Georgia.
44	South America (West Coast)	Pacific Ocean ports of Columbia, Ecuador, Peru, and Chile to Cape Horn. Includes Pacific Island possessions of South American countries.
45	South America (East Coast)	Atlantic Ocean ports of Brazil, Uruguay, Argentina, and Chile (Cape Horn to the southern border of Argentina).
46	Azores	Atlantic Ocean ports of the Azores Islands.

47	Antarctica	Atlantic Ocean, Pacific Ocean, Indian Ocean, Ross Sea, and Weddell Sea ports in Antarctica and the iceshelf.
48	Vietnam	South China Sea ports in Vietnam.
49	South East Asia (Other)	Ocean ports in Sumatra, Java, Timor, Celebes, Borneo, and the Malay States (excludes New Guinea, Palau, Vietnam, Philippines, Thailand, and Cambodia).
50	Ryukyu Islands	Pacific Ocean ports in the Ryukyu Islands.
51	Korea	Sea of Japan and Yellow Sea ports in North Korea and South Korea.
52	Japan	Pacific Ocean and Sea of Japan ports on the main islands of Japan (excludes Ryukyu Islands and Bonin Islands).
53	Mississippi River	United States Mississippi River ports north of New Orleans, Louisiana.
54	Rhine River	Rhine River ports in Germany.
55	Cambodia	South China Sea ports in Cambodia.
56	Panama (Pacific Coast)	Pacific Ocean ports in Panama.
57	Indian Ocean	Indian Ocean ports on islands south of the Equator east of 53 degrees East Longitude and west of 95 degrees East Longitude.
58	North East Asia (Other)	Pacific Ocean ports on the East Coast of Russia.
59	Russia	All other ports in the former Soviet Union not specifically identified in other traffic area codes.